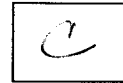
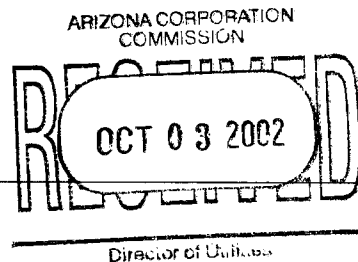


**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



**W-02721A**  
**Carter's Water Company**  
**1157 East Sunset Drive**  
**Casa Grande, AZ 85222**



**ANNUAL REPORT**

**FOR YEAR ENDING**

<b>12</b>	<b>31</b>	<b>2001</b>
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FOR COMMISSION USE

<b>ANN04</b>	<b>01</b>
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Processed by:

*10/3/02 cm*

SCANNED

## COMPANY INFORMATION

**Company Name (Business Name)** CARTER WATER COMPANY

Mailing Address P.O. Box 1545  
(Street)

COOLIDGE  
(City)

ARIZONA  
(State)

85228  
(Zip)

520-836-5300

520-705-1932

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address agcarone@cgmailbox.com

Local Office Mailing Address 1157 E. SUNSET DRIVE  
(Street)

CASA GRANDE  
(City)

ARIZONA  
(State)

85222  
(Zip)

Same as above.

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address agcarone@cgmailbox.com

## MANAGEMENT INFORMATION

**Management Contact:** Gene D. Carter Owner/operator  
(Name) (Title)

3951 N. Wheeler Road  
(Street)

COOLIDGE  
(City)

ARIZONA  
(State)

85228  
(Zip)

520-836-5300

520-705-1932

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address agcarone@cgmailbox.com

**On Site Manager:** Anthony Carter  
(Name)

4163 N. Wheeler Road  
(Street)

Coolidge  
(City)

Az 85228  
(State) (Zip)

520-723-5539

-0-

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address -0-

**Statutory Agent:** Gene D. Carter

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Attorney:** David Fitzgibbons

(Name)

711 E. Cottonwood Lane

Casa Grande

Arizona

85222

(Street)

(City)

(State)

(Zip)

520-426-3824

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☒ **Sole Proprietor (S)**

☐ **C Corporation (C) (Other than Association/Co-op)**

☐ **Partnership (P)**

☐ **Subchapter S Corporation (Z)**

☐ **Bankruptcy (B)**

☐ **Association/Co op (A)**

☐ **Receivership (R)**

☐ **Limited Liability Company**

☐ **Other (Describe)** \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ **APACHE**

☐ **COCHISE**

☐ **COCONINO**

☐ **GILA**

☐ **GRAHAM**

☐ **GREENLEE**

☐ **LA PAZ**

☐ **MARICOPA**

☐ **MOHAVE**

☐ **NAVAJO**

☐ **PIMA**

☒ **PINAL**

☐ **SANTA CRUZ**

☐ **YAVAPAI**

☐ **YUMA**

☐ **STATEWIDE**

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	- 0 -		
302	Franchises	- 0 -		
303	Land and Land Rights	3000.00	- 0 -	3000.00
304	Structures and Improvements	400.00	400.00	- 0 -
307	Wells and Springs	3000.00	3000.00	- 0 -
311	Pumping Equipment	4685.00	4685	- 0 -
320	Water Treatment Equipment	50.00	50.00	- 0 -
330	Distribution Reservoirs and Standpipes	2000.00	2000.00	- 0 -
331	Transmission and Distribution Mains	1800.00	1800.00	- 0 -
333	Services	300.00	300.00	- 0 -
334	Meters and Meter Installations	1066.00	1066.00	- 0 -
335	Hydrants	- 0 -		
336	Backflow Prevention Devices	160.00	160.00	- 0 -
339	Other Plant and Misc. Equipment	7950.00	4350.00	3600.00
340	Office Furniture and Equipment	- 0 -		
341	Transportation Equipment	- 0 -		
343	Tools, Shop and Garage Equipment	200.00	200.00	- 0 -
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	24,611.00	18011.00	6600.00

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

CARTER WATER COMPANY

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
35	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	3600.00	17.85	643.00
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>3600.00</b>	<b>17.85</b>	<b>643.00</b>

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

### BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$	\$
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ -0-	\$
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 7950.00	\$ 7950.00
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	4350.00	4993.00
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 3600.00	\$ 2957.00
	<b>TOTAL ASSETS</b>	\$ 3600	\$ 2957.00

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

ct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ _0_	\$ _0_
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ _0_	\$ -0-
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
1	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ -0-	\$ -0-
	<b>TOTAL LIABILITIES</b>	\$ -0-	\$ -0-
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)	2957.00	2957.00
	<b>TOTAL CAPITAL</b>	\$	\$
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 2957.00	\$ 2957.00

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$	\$
460	Unmetered Water Revenue	2530.00	3000.00
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	\$ 2530.00	\$ 3000.00
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	1860.00	2400.00
618	Chemicals	50.00	50.00
620	Repairs and Maintenance	1420.00	788.00
621	Office Supplies and Expense	85.00	100.00
630	Outside Services	75.00	546.00
635	Water Testing		
641	Rents	118.00	
650	Transportation Expenses	250.00	300.00
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
665	Miscellaneous Expense		
403	Depreciation Expense	600.00	643.00
408	Taxes Other Than Income		
408.11	Property Taxes	632.00	673.00
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 5040.00	\$ 5600.00
	<b>OTHER INCOME/EXPENSE</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/EXP</b>	\$	\$
	<b>NET INCOME/(LOSS)</b>	\$ (2510.00)	\$ (2600.00)



COMPANY NAME

CARTER WATER COMPANY

**SUPPLEMENTAL FINANCIAL DATA****Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$

Meter Deposits Refunded During the Test Year

\$

<b>COMPANY NAME</b>	CARTER WATER COMPANY
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## WATER COMPANY PLANT DESCRIPTION

### WELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
C55638440	1	30 gpm	6"	1"

### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
-0-		

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = 4,998

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
1/2	1	-0-	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
1500 gal	1	3500	1

## STATISTICAL INFORMATION

carter water company

Total number of customers 35

Total number of gallons sold 4,998,000 gallons

COMPANY NAME CARTER WATER COMPANY

YEAR ENDING 12/31/2001

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported \_\_\_\_\_  
Estimated or Actual Federal Tax Liability \_\_\_\_\_State Taxable Income Reported \_\_\_\_\_  
Estimated or Actual State Tax Liability \_\_\_\_\_

Amount of Grossed-Up Contributions/Advances: \_\_\_\_\_

Amount of Contributions/Advances \_\_\_\_\_  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Gene D. Carter

SIGNATURE

9/25/02

DATE

GENE D. CARTER

PRINTED NAME

OWNER/OPERATOR

TITLE

COMPANY NAME CARTER WATER COMPANY

YEAR ENDING 12/31/2001

**WATER AND SEWER  
UTILITIES ONLY**

**PROPERTY TAXES**

Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)

\$ 707.83

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

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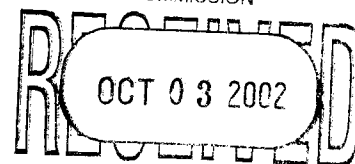
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**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION  
COMMISSION



**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

(COUNTY NAME) <b>PINAL</b>		Director of Utilities
NAME (OWNER OR OFFICIAL) <b>GENE D. CARTER</b>	TITLE <b>OWNER/OPERATOR</b>	
COMPANY NAME <b>CARTER WATER COMPANY</b>		

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<b>12</b>	<b>31</b>	<b>2001</b>

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.**

**SWORN STATEMENT**

**IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:**

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ **(-\$2600.00)**

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ **-0-**  
IN SALES TAXES BILLED, OR COLLECTED

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

X **Gene D. Carter**  
SIGNATURE OF OWNER OR OFFICIAL

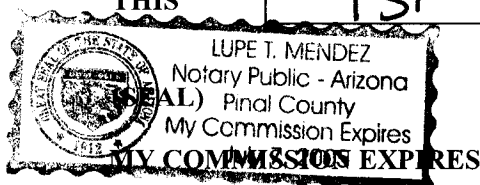
**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

**1st**

**DAY OF**



NOTARY PUBLIC NAME <b>Lupe T. Mendez</b>	
COUNTY NAME <b>Pinal</b>	
MONTH <b>October</b>	20 <b>02</b>

X **Lupe T. Mendez**  
SIGNATURE OF NOTARY PUBLIC

# Pinal County Treasurer TAX RECEIPT

PO Box 729

Florence, AZ 85232-0729

Phone: (520) 868-6412 Fax: (520) 868-9007

www.co.pinal.az.us/treasurer

e-mail: treasurer@co.pinal.az.us

Paid By: CARTER GENE D & ALICE L

1157 E SUNSET DR  
CASA GRANDE, AZ 85222

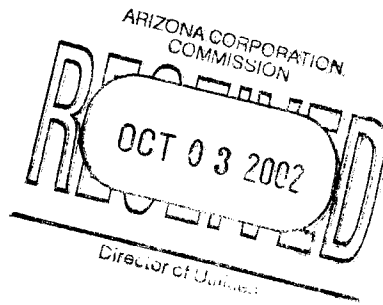
CNTR Batch: 1999813

Payment Date: 1/22/2002

Interest Date: 1/22/2002

Printed By: TRSDSH

Parcel Number	Description	Amt Pd	Balance Due	If Paid By
400-37-00103	1999 Int/Fee	43.31		
	1999 Cert	393.73		
	*** Certificate Redeemed			
	Paid	437.04		
400-37-00103	2000 Taxes	673.42		
	2000 Int/Fee	141.41		
	Paid	814.83		
400-37-00103	2001 Taxes	346.98		
	2001 Int/Fee	13.87		
	Paid	360.85	346.98	05/01/2002
	<b>Total Paid</b>	<u>1,612.72</u>		
WHEELER SUBD: TRT 11 5.42 AC				



P.O. Box 1545  
Coolidge, Arizona 85228  
September 30, 2002

Arizona Corporation Commission  
Docket Control Center  
1200 West Washington Street  
Phoenix, Arizona 85007

Dear Sir:

I'm sorry that I could not get this report in on time. I had a very rough summer. In June, I had a colonoscopy and the doctor discovered 4 large polyps and 2 small ones. He removed them by electrocautery. A week later, my wife, son, and I were traveling through Missouri. I suddenly felt ill and had a serious bleed. The hospital in Columbia, Mo, estimated that I lost a quart and a half of blood. I flew back to Denver and recuperated for a week and then my wife, Alice, and I drove back to Casa Grande.

A few days later, our daughter, Celeste, called to tell us that our 20 year old granddaughter was having seizures and that the seizures had destroyed her brain. Three days later, we lost Elyssa. It was a real shock.

In the meantime, school has started and I am working full time. It really doesn't leave much time for anything else.

I was able to enlist my bookkeeper's help or I would still be struggling with it.

Thanks for being patient with me.

Sincerely yours,

A handwritten signature in cursive script that reads "Gene D. Carter".

Gene D. Carter  
Carter Water Company